DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD

FINANCIAL STATEMENTS

For the Year Ended May 31, 2006

Provincial Auditor Saskatchewan

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SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the Doukhobors of Canada C.C.U.B. Trust Fund Board as at May 31, 2006 and the statement of operations and unrestricted net assets for the year then ended. The Board's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Doukhobors of Canada C.C.U.B. Trust Fund Board as at May 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
July 26, 2006

Fred Wendel, CMA, CA
Provincial Auditor

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
STATEMENT OF FINANCIAL POSITION
As at May 31

	2006	2005
ASSETS		
Current:		
Cash and cash equivalents	$ 9,197	$ 7,032
Accrued interest receivable	8,107	9,046
	17,304	16,078
Investments (Schedule 1)	288,161	289,276
	$ 305,465	$ 305,354
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	$ 699	$ 704
Net assets:		
Restricted (Note 3)	267,500	267,500
Unrestricted (Statement 2)	37,266	37,150
	304,766	304,650
	$ 305,465	$ 305,354

(See accompanying notes to the financial statements)

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
STATEMENT OF OPERATIONS AND UNRESTRICTED NET ASSETS
For the Year Ended May 31

	2006	2005
REVENUES		
Investment interest	$ 11,578	$ 12,447
EXPENSES		
Grants	6,692	8,033
Board expense	3,885	3,336
Administration expense	885	886
	11,462	12,255
Excess of revenues over expenses	116	192
Unrestricted net assets, beginning of year	37,150	36,958
Unrestricted net assets, end of year (Statement 1)	$ 37,266	$ 37,150

(See accompanying notes to the financial statements)

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
NOTES TO THE FINANCIAL STATEMENTS
May 31, 2006

1. Purpose of the Organization

The Doukhobors of Canada C.C.U.B. Trust Fund Board was incorporated under *The Doukhobors of Canada C.C.U.B. Trust Fund Act*. This Act came into force by proclamation of the Lieutenant Governor on June 29, 1980. On June 3, 1982, by Order in Council #882, the Lieutenant Governor in Council appointed a chairman and a vice-chairman of the Board, and the Board commenced operations.

The purpose of the Board is to administer the Doukhobors of Canada C.C.U.B. Trust Fund and to make grants from this Fund to recognized non-profit organizations which are dedicated to establishing and maintaining the heritage and culture of the Doukhobors of Canada.

2. Significant Accounting Policies

The financial statements are prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

a) Investments

Investments are recorded at amortized cost. Premiums/discounts are amortized over the term of the investment. Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss.

b) Grants

Grants are recorded as expenses when approved by the Board. Should any grants remain unpaid at the year end, they are reflected as a liability on the statement of financial position.

3. Restricted Net Assets

The Fund was initially created from surplus funds arising out of the liquidation of assets of the C.C.U.B. Ltd. in the amount of $222,078 plus interest of $45,422 totalling $267,500. According to *The Doukhobors of Canada C.C.U.B. Trust Fund Act,* only the investment income on the $267,500 will be made available for expenses by the Board.

4. Financial Instruments

a) Significant terms and conditions

There are no significant terms and conditions related to cash and cash equivalents, accrued interest receivable or accounts payable that may affect the amount, timing and certainty of future cash flows. Significant terms and conditions for the other financial instruments are disclosed separately in these financial statements.

b) Credit risk

The Board invests in bonds and debentures that are either government-backed or covered by the Canadian Deposit Insurance Corporation. In addition, investments are made in accordance with *The Pension Benefits Standards Regulations, 1985*.

c) Fair value

The carrying amounts of these financial instruments approximate fair value due to their immediate or short-term nature:

- cash and cash equivalents;
- accrued interest receivable; and
- accounts payable.

5. Cash Flow Statement

A cash flow statement has not been presented since the cash flow information is readily apparent from the other financial statements.

Schedule 1

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
SCHEDULE OF INVESTMENTS
As at May 31, 2006

Description	Interest Rate	Maturity Date	Cost
Pacific & Western - GIC	4.500%	June 1/09	$ 51,000
B2B Trust - GIC	3.150%	July 15/07	48,400
National Bank of Canada - GIC	4.400%	Mar 17/08	47,000
Equitable Trust - GIC	4.180%	Dec 14/10	45,000
NatCan - GIC	4.000%	June 18/07	40,000
LBC Trust - GIC	4.350%	Aug 31/09	40,000
Affinity Credit Union - Term deposit	2.920%	Aug 16/08	5,000
TD Canada Trust - GIC	2.350%	Aug 11/06	11,761
			$ 288,161

The market value of the investments at May 31, 2006 was $288,161